STATE OF SOUTH CA	ROLINA)) BEFORE THE PUBLIC SERVICE COMMISSION OF SOUTH CAROLINA COVER SHEET)	
(Caption of Case)	,		
Application of Duke En- Adjustments in Electric	ergy Carolinas, LLC for) Rate Schedules and Tariffs)		
))))	DOCKET NUMBER: 2018	. <u>319</u> <u>E</u>
(Please type or print) Submitted by: Hasala Dharmawardena		SC Bar Number:	
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NOTES THE	formation contained herein neither repla		a@ieee.org
Other:	. 1	expeditiously	
INDUSTRY (Check one	<u> </u>	URE OF ACTION (Check all th	at apply)
Electric	☐ Affidavit	Letter	Request
Electric/Gas	Agreement	Memorandum	Request for Certification
Electric/Telecommunication		Motion	Request for Investigation
Electric/Water	Appellate Review	Objection	Resale Agreement
Electric/Water/Telecom.	Application	Petition	Resale Amendment
☐ Electric/Water/Sewer ☐ Gas	☑ Brief	Petition for Reconsideration	Reservation Letter
Railroad	☐ Certificate ☐ Comments	Petition for Rulemaking	Response
Sewer	. Complaint	Petition for Rule to Show Cause Petition to Intervene	Response to Discovery
Telecommunications	Consent Order	Petition to Intervene Out of Time	☐ Return to Petition ☐ Stipulation
Transportation	Discovery	Prefiled Testimony	Subpoena
Water	☐ Exhibit	Promotion	Tariff
☐ Water/Sewer	Expedited Consideration	Proposed Order	Other:
Administrative Matter	Interconnection Agreeme	—	
Other:	☐ Interconnection Amendm	—	
	Late-Filed Exhibit	Report	
	Print Form	Reset Form	

STATE OF SOUTH CAROLINA

BEFORE THE PUBLIC SERVICE COMMISSION

DOCKET NO. 2018-319-E

IN RE:)	
)	-
Application of Duke Energy)	HASALA DHARMAWARDENA
Carolinas, LLC, for Adjustment of)	POST-HEARING BRIEF
Rates and Charges Applicable to)	
Electric Service in South Carolina)	

I. INTRODUCTION

This matter comes before the Public Service Commission of South Carolina (the "Commission") on the Application of Duke Energy Carolinas, LLC ("DEC" or the "Company") filed November 8, 2018 requesting authority to adjust and increase its electric rates, charges and tariffs. The Application was filed pursuant to S.C. Code Ann. §§ 58-27-820 and 58-27-870 and 10 S.C. Code Ann. Regs. 103-303 and 103-823.

The Commission has jurisdiction over the rates and charges, rate schedules, classifications of public utilities operating in South Carolina, including DEC, as generally provided in S.C. Code Ann. §§ 58-27-10, et seq. S.C. Code Ann. § 58-3-140(A) vests the Commission with the "power and jurisdiction to supervise and regulate the rates and service of every public utility in this State" Every rate "made, demanded or received by any electrical utility ... shall be just and reasonable . . ." S.C. Code Ann. § 58-27-810.

In its application for an increase in its rates and charges, DEC proposed to increase the mandatory, fixed Basic Facilities Charge ("BFC") for most residential

customers from \$8.29 to \$28.00 per month—an increase of 245 percent. As support for the proposed increase in the BFC, the Company used an analysis called the "Minimum System" method to classify certain costs as customer-related in its cost of service study.

Hasala Dharmawardena opposed the use of the Minimum System method that was the Company's justification for the BFC increase.

II. ARGUMENT

- DEC states that the minimum system method is proposed to minimize crosssubsidization between the different classes. Specifically the three classes of net-metered customers, holiday homes customers and the rest of the residential users. However, DEC does not provide any numbers on what the current cross-subsidization is based on either number of customers or in dollars and cents.
- Even if it is accepted that there is an actual occurrence in cross subsidization,
 the decision to affect this humongous change to the rate structure, can only be
 a reasonable if it is supported by dollars and cents calculation provided by
 DEC.

III. PROPOSED FINDING AND CONCLUSIONS

In the light that DEC has not provided quantitative proof and only provides a qualitative assessment, Hasala Dharmawardena asks the Commission to make the following findings and conclusions:

1. DEC has not provided a financial analysis on what the existing cross-subsidization that they claim is, in dollars and cents.

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- 2. Therefore, DEC has no proof to support the claim that there is significant cross subsidization that requires a humongous change in distribution cost analysis in the first place.
- 3. Therefore, the company has failed to meet its burden of proving that the problem that they are trying to solve exists in the first place.
- **4.** Therefore, the minimum system concept is not acceptable at this point of time.

Accordingly, Hasala Dharmawardena respectfully requests that the Commission deny the Company's request for usage of minimum system concept by DEC.

Respectfully submitted this 18th day of April, 2019.

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Pro Se Litigant